

Governor
GARY HERBERT
Lieutenant Governor

Department of Environmental Quality

William J. Sinclair
Acting Executive Director

DIVISION OF WATER QUALITY Walter L. Baker, P.E. Director C/607/041 Incoming C/015/032 & cc'. Steve C.

February 17, 2009

Mr. Bruce Hill, President & CEO Mr. David Shaver, Resident Agent UtahAmerican Energy, Inc. P.O. Box 910 East Carbon, UT 84520-0910

Subject:

Inspection Reports - UPDES Permit Nos. UT0025640 (West Ridge Mine) and

UT0024368 (Crandall Canyon Mine).

Dear Mr. Hill and Mr. Shaver:

On February 3, 2009 I met with you and your authorized agent, Ms. Karla Knoop and conducted Reconnaissance and Compliance Sampling Inspections in regards to your UPDES Permit facilities referenced above. Specifically we discussed the current status and corrective action plans for each facility before sampling the discharging outfalls.

Enclosed are copies of the inspection reports for your records. Please review the "Deficiencies" and "Requirements" sections of each report and contact me with any questions. I appreciate your efforts to facilitate the inspection and keep me informed of the operations. If you have any questions, please contact me at (801) 538-6779 or by e-mail at jstudenka@utah.gov.

Sincerely,

Jeff Studenka, Environmental Scientist

tudenta

UPDES IES Section

Enclosures

cc (w/encl):

Darcy O'Connor, EPA Region VIII

Claron Bjork, SE District Health Department

Dave Ariotti, SE District Engineer

Daron Haddock, Division of Oil Gas & Mines

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DIV. OF OIL, GAS & MINING



Section A: National Data System Coding (i.e., ICIS)				
Transaction Code N 1 2	NPDES U T 0 0 2 5 6 4 0	yr/mo/day 0 9 0 2 0 3	Inspection Type	e Inspector Fac. Type S 19 2 20
21		Remarks		66
Inspection Work Days 2 67 69	Facility Self-Monitoring Evaluation Rating 4 70	BI QA N 72	73 74	Reserved
			13 14	/3 80
N 17 07		ion B: Facility Data	1	T
and NPDES permit number West Ridge Resources, V		POTW, also include POTW name	Entry Time/ Date 9:25 am/ 2-3-2009	Permit Effective Date 5-1-2006
794 North "C" Canyon R	Road, Carbon County, UT			
			Exit Time/ Date 10:35 am / 2-3-2009	Permit Expiration Date 4-30-2011
N(a) -60 6't- P	· () [() [() [()]]			SIGN (FIGS.) . I
	sentative(s)/Title(s)/Phone and Fax Number(s) gent, West Ridge Mine, (435) 888-4017		Other Facility Data (e.g., descriptive information)	SIC NAICS, and other
	st & Authorized Agent, jbr Environmental Consult	ants, Inc.		rground Mining Facility
			SEE ATTACHED	
	sible Official/Title/Phone and Fax Number			
Bruce Hill, President and UtahAmerican Energy, In P.O. Box 1077 Price, UT 84501		Contacted Yes No		
(435) 888-4000				
•			·	
	Section C: Areas Evaluated Duri	ing Inspection (Check only th	ose areas evaluated)	
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	Self Monitoring Progra		_	MS4
Records/Reports	Compliance Schedule	Pollution Preven	ntion	
Facility Site Review	ew Laboratory	Storm Water		
Effluent/Receiving	g Waters Operations & Maintena	nce Combined Sewe	r Overflow	
Flow Measuremen		<u> </u>		
Section D: Summary of Findings/Comments (Attach additional sheets of narrative and checklists, including Single Event Violation codes, as necessary)				
SEV Codes SE	EV Description			
[umeric Effluent Violations			
		-		•
Name(s) and Signature(s)	of Inspector(s)	Agency/Office/Phone and Fax Numb	per(s)	Date:
JEFF STUDENKA, ENV	VIRONMENTAL SCIENTIST	DWQ		
Dar Sa	idente	(801) 538-6779		2-13-08
Name and Signature of Ma		Agency/Office/Phone and Fax Numb	per(s)	Date:
MIKE HERKIMER MA		DWQ (801) 538-6058		2/18/09
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Section A: National Data System Coding (i.e., ICIS)					
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	Sect	tion B: Facility Data			
Name and Location of Facility Inspected (For it and NPDES permit number)			Entry Time/ Date 9:25 am/ 2-3-2009	Permit Effective Date 5-1-2006	
West Ridge Resources, West Ridge Mine 794 North "C" Canyon Road, Carbon County,	. UT		,		
, , ,			Exit Time/ Date 10:35 am / 2-3-2009	Permit Expiration Date 4-30-2011	
Name(s) of On-Site Representative(s)/Title(s)/F			Other Facility Data (e.g.	, SIC NAICS, and other	
Dave Shaver, Resident Agent, West Ridge Mi Karla Knoop, Hydrologist & Authorized Agen phone (435) 637-9645, fax (435) 637-867	nt, jbr Environmental Consult	tants, Inc.	descriptive information) Bituminous Coal Under SIC Code 1222 NAICS 212112	erground Mining Facility	
V 411 CD 311 CO 111 CO			SEE ATTACHED		
Name, Address of Responsible Official/Title/Pl Bruce Hill, President and CEO UtahAmerican Energy, Inc. P.O. Box 1077 Price, UT 84501 (435) 888-4000	none and Fax Number	Contacted Yes No			
5 6					
	Areas Evaluated Dur	ing Inspection (Check only th	ose areas evaluated)	1	
Permit Records/Reports Facility Site Review Effluent/Receiving Waters	Self Monitoring Progra Compliance Schedule Laboratory Operations & Maintena	Pollution Prever Storm Water Combined Sewe	r Overflow	MS4	
Flow Measurement	Sludge Handling/Dispo		·		
Section D: Summary of Findings/Comments (Attach additional sheets of narrative and checklists, including Single Event Violation codes, as necessary)					
SEV Codes SEV Description				,	
Name(s) and Signature(s) of Inspector(s)		Agency/Office/Phone and Fax Numb	per(s)	Date:	
JEFF STUDENKA, ENVIRONMENTAL SC	ZIENTIST	DWQ (801) 538-6779		2-13-08	
Name and Signature of Management Q A Review	ewer	Agency/Office/Phone and Fax Numb	per(s)	Date:	
MIKE HERKIMER, MANAGER UPDES IES SECTION MIKE JERKENUS DWQ (801) 538-6058				2/18/09	
EPA Form 3560-3 (Rev 1-06) Previous editions are o	bsolete			7 /	

INSPECTION PROTOCOL

UPDES Permit #:

UT0025640 - West Ridge Mine

Inspection Type:

Reconnaissance Inspection + Compliance Sampling

Inspection Date:

February 3, 2009

Weather Conditions: Sunny and mild, ~ 40 °F.

Jeff Studenka of the Division of Water Quality (DWQ) met with Dave Shaver and Karla Knoop at the UtahAmerican Energy, Inc., West Ridge Mine (West Ridge) facility. The purpose for the site visit was to perform reconnaissance and compliance sampling inspections as a result of recent elevated total iron concentrations and coal fines in the mine water discharge.

FACILITY DESCRIPTION

Location:

794 North "C" Canyon Road, near East Carbon, Utah

Coordinates: Outfall 001 – 39° 36' 45" North latitude, 110° 26' 26" West longitude

Outfall 002 – 39° 36' 58" North latitude, 110° 26' 10" West longitude

Average Flow: ~ 1 MGD (Outfall 002, mine water discharge)

Receiving water: "C" Canyon Ephemeral Drainage → Grassy Trail Creek

<u>Process</u>: Underground coal mining operation utilizing long-wall technology. Water from the mine is conveyed to a below ground collection area, where it is then continuously pumped out of the mine and discharged to the surface via Outfall 002. Surface water runoff is conveyed to an above ground settling pond system with a single discharge point (Outfall 001). Outfall 001 has not discharged to date.

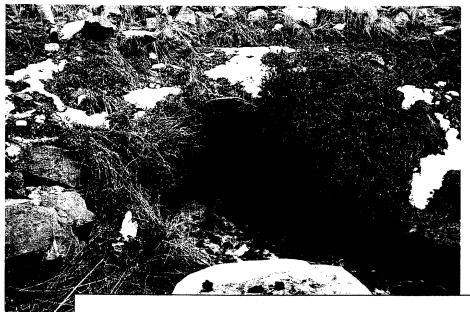
INSPECTION SUMMARY

This reconnaissance inspection was limited to outside the mine where the water collection and distribution systems are exposed. The two outfall locations were observed as well as the receiving waters of "C" Canyon Drainage. At the time of the inspection, the mine water discharge was the only flow in "C" Canyon and the discharge was not observed downstream in Grassy Trail Creek, which was dry. The discharge appeared to be slightly turbid and light gray in color with black coal fines deposited along the edges of the stream channel. As planned, DWQ collected discharge compliance grab samples @ 10:30 am from Outfall 002 for TDS, TSS, total iron, and oil & grease parameters and the results will be compared to the February 2009 DMR as soon as both are available. Photos were also collected and are attached herein with a photo log.

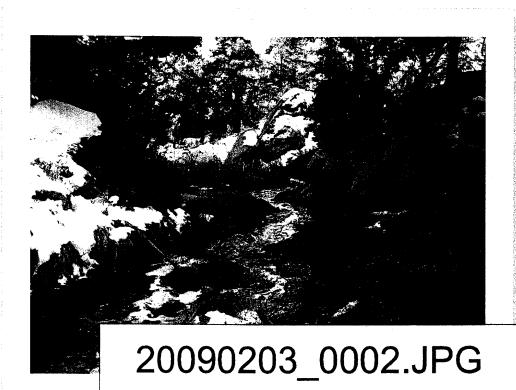
OBSERVATIONS

As noted above, the discharge appeared to be slightly turbid and light gray in color with black coal fines deposited along the edges of the stream channel downstream beyond the mining permit boundary.

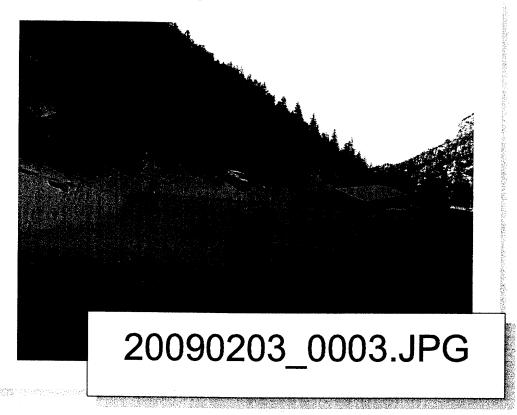
West Ridge Mine 2-3-2009

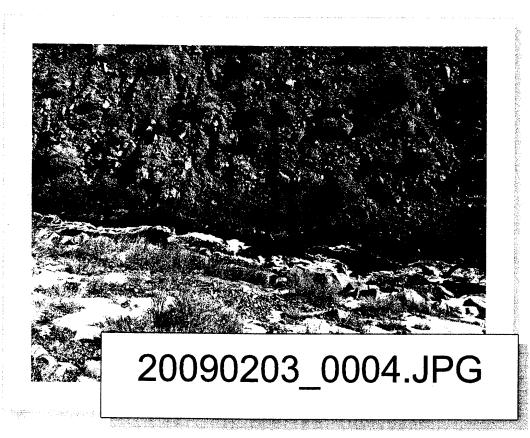


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West Ridge Mine 2-3-2009





West Ridge Mine 2-3-2009

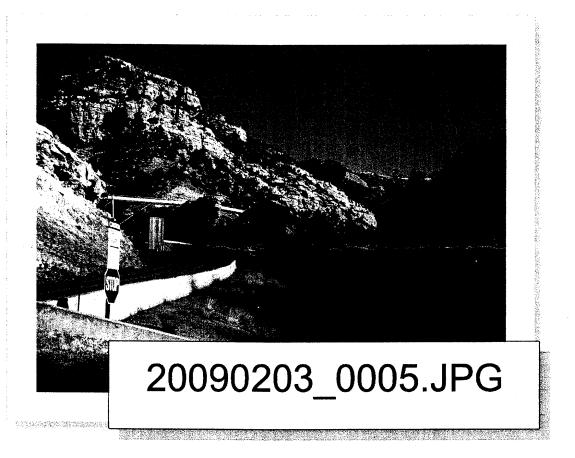


PHOTO LOG West Ridge Resources Coal Mine (UT0025640) 2-3-2009

Photo #1: View of discharging effluent outfall 001.

Photo #2: Looking downstream from outfall 001.

Photo #3: Sedimentation pond & outfall 002, facing southwest.

Photo #4: View of discharging effluent in "C" Canyon Drainage, just outside the

main entrance gate.

Photo #5: View of coal mine operations from main office building, facing northeast.

END (Photos taken by J. Studenka)



Section A: National Data System Coding (i.e., ICIS)					
Transaction Code N 2 U T 3	NPDES 0 0 2 4 3 6 8	yr/mo/day 0 9 0 2 0 3	Inspection Typ	Inspector Fac. Type S 19 2 20	
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	Sect	tion B: Facility Data			
Name and Location of Facility Inspected (For i			Entry Time/ Date	Permit Effective Date	
and NPDES permit number) Crandall Canyon Mine (a.k.a. Genwal Resour UtahAmerican Energy, Inc.	ces, Inc.)		12:00 pm/2-3-2009 Exit Time/ Date	12-1-2005 Permit Expiration Date	
~1.5 miles up Crandall Canyon off Hwy. 31 is NW of Huntington, UT	n Huntington Canyon		12:45 pm/2-3-2009	11-30-2010	
Name(s) of On-Site Representative(s)/Title(s)/F Karla Knoop, Hydrologist & Authorized Agen	Phone and Fax Number(s) nt, jbr Environmental Consul	tants. Inc.	Other Facility Data (e.g. descriptive information)		
phone (435) 637-9645, fax (435) 637-8679			Bituminous Coal Unde SIC Code 1222 NAICS 212112	erground Mining Facility	
Name, Address of Responsible Official/Title/Pl	none and Fair Niverban		SEE ATTACHED	•	
Bruce Hill, President	ione and rax Number	Contacted	·		
UtahAmerican Energy, Inc. P.O. Box 1077					
Price, UT 84501		Yes No			
(435) 888-4008			1		
	•				
Section C:	Areas Evaluated Dur	ing Inspection (Check only the	ose areas evaluated)		
Permit	Self Monitoring Progra	m Pretreatment		MS4	
Records/Reports	Compliance Schedule	Pollution Preven	tion		
Facility Site Review	Laboratory	Storm Water			
Effluent/Receiving Waters	Operations & Maintena	ance Combined Sewer	Overflow		
Flow Measurement	Sludge Handling/Dispo	osal Sanitary Sewer C	Overflow		
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	eis of narrative and ch	ecklists, including Single Even	it violation codes, a	s necessary)	
SEV Codes SEV Description A 0 0 1 2 Numeric Effluent V	iolations				
Name(s) and Signature(s) of Inspector(s)		Agency/Office/Phone and Fax Number	er(s)	Date:	
JEFF STUDENKA, ENVIRONMENTAL SC		DWQ (801) 538-6779		2-13-59	
Name and Signature of Management Q A Revi	ewer ,	Agency/Office/Phone and Fax Numb	er(s)	Date:	
MIKE HERKIMER, MANAGER UPDES IES SECTION WILLIAM WILLIAM UPDES UPDES	erkemer	DWQ (801) 538-6058		2/18/09	
EPA Form 3560-3 (Rev 1-06) Previous editions are o				///	



Section A: National Data System Coding (i.e., ICIS)				
Transaction Code NPDES U T 0 0 2 4 3 6 8 1	yr/mo/day 0 9 0 2 0 3 Remarks	Inspection Type	e Inspector Fac. Type S 19 2 20	
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Inspection Work Days 2 67 69 Facility Self-Monitoring Evaluation Rating 4 70	$ \begin{array}{c c} \mathbf{BI} & \mathbf{QA} \\ $	73 74	Reserved	
Sec	tion B: Facility Data			
Name and Location of Facility Inspected (For industrial users discharging to and NPDES permit number) Crandall Canyon Mine (a.k.a. Genwal Resources, Inc.) UtahAmerican Energy, Inc.	o POTW, also include POTW name	Entry Time/ Date 12:00 pm/2-3-2009	Permit Effective Date 12-1-2005	
~1.5 miles up Crandall Canyon off Hwy. 31 in Huntington Canyon NW of Huntington, UT		Exit Time/ Date 12:45 pm/2-3-2009	Permit Expiration Date 11-30-2010	
Name(s) of On-Site Representative(s)/Title(s)/Phone and Fax Number(s)		Other Facility Data (e.g.,	SIC NAICS and other	
Karla Knoop, Hydrologist & Authorized Agent, jbr Environmental Consult phone (435) 637-9645, fax (435) 637-8679	tants, Inc.	descriptive information)	rground Mining Facility	
Name, Address of Responsible Official/Title/Phone and Fax Number		SEE ATTACHED		
Bruce Hill, President UtahAmerican Energy, Inc. P.O. Box 1077 Price, UT 84501 (435) 888-4008	Contacted Yes No			
Section C: Areas Evaluated Duri	ing Inspection (Check only the	es arons ovaluated)		
Permit Self Monitoring Progra Records/Reports Compliance Schedule Facility Site Review Laboratory Effluent/Receiving Waters Operations & Maintena Flow Measurement Sludge Handling/Dispo	Pretreatment Pollution Preventi Storm Water Combined Sewer 6	ion Overflow	MS4	
Section D: Sur	mmary of Findings/Comments	} 		
SEV Codes SEV Description	ecklists, including Single Event	Violation codes, as	necessary)	
Name(s) and Signature(s) of Inspector(s)	Agency/Office/Phone and Fax Number	r(s)	Date:	
JEFF STUDENKA, ENVIRONMENTAL SCIENTIST	DWQ (801) 538-6779		2-13-08	
Name and Signature of Management Q A Reviewer MIKE HERKIMER, MANAGER UPDES IES SECTION MIKE SECTION	Agency/Office/Phone and Fax Number DWQ (801) 538-6058	(s)	Date:	
PA Form 3560-3 (Pay 1 06) Provious altitudes at 1	<u> </u>			

INSPECTION PROTOCOL

UPDES Permit #: UT0024368 – Genwal Resources Crandall Canyon Mine

Inspection Type: Reconnaissance Inspection + Compliance Sampling Inspection

Inspection Date: February 3, 2009

Weather Conditions: Sunny and mild, ~ 40 °F.

Jeff Studenka of the Division of Water Quality (DWQ) visited the UtahAmerian Energy, Inc., Crandall Canyon Mine Facility (a.k.a. Genwal Resources, Inc.) and met with Karla Knoop, authorized agent for the facility. The purpose for the site visit was to perform reconnaissance and compliance sampling inspections as a result of recent elevated total iron concentrations in the mine water discharge.

FACILITY DESCRIPTION

<u>Location</u>: Within Manti-LaSal National Forest, approximately 1.5 miles up Crandall Canyon,

off Hwy. 31 in Huntington Canyon, near Huntington, Utah

Coordinates: Outfall 001 – 39° 27' 38" latitude, -111° 09' 38" longitude

Outfall 002 – 39° 27' 38" latitude, -111° 09' 59" longitude

Average Flow: ~ 0.8 MGD (Outfall 002)

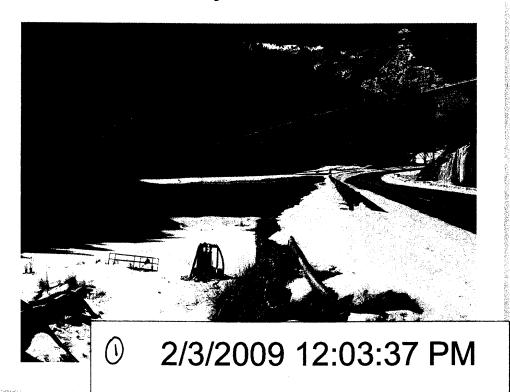
Receiving water: Crandall Creek to Huntington Creek

<u>Process</u>: Former underground coal mining operation. Water from the inactive mine is gravity conveyed to below ground settling areas, where it is then piped out of the mine and discharged to the Crandall Creek culvert (Outfall 002). Surface water is conveyed to an above ground settling pond with a discharge point (Outfall 001) to Crandall Creek.

INSPECTION SUMMARY

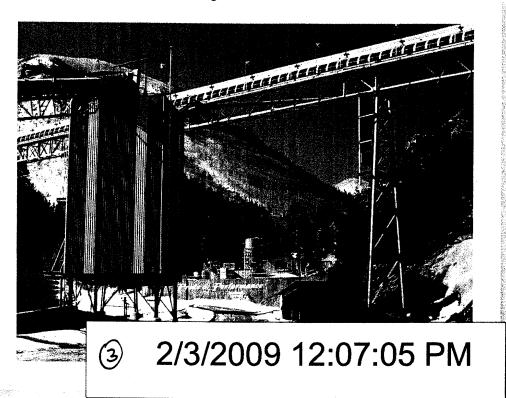
There were no deficiencies noted during the last inspection for follow up. This inspection was limited to outside the mine where the water collection and distribution systems are exposed. At the time of the inspection, the sedimentation pond contained a considerable amount of ice and snow, but was well below discharge levels. The outfall locations were observed as well as the receiving waters of Crandall Creek, which was flowing mostly clear and steady at the time of the inspection, however some rust-colored deposits were observed immediately adjacent to the Crandall Canyon culvert and Outfall 002, which is likely from the elevated iron in the effluent discharge. As planned, DWQ collected discharge compliance grab samples @ 12:10 pm from Outfall 002 for TDS, TSS, total iron, and oil & grease parameters and the results will be compared to the February 2009 DMR as soon as both are available. Photos were also collected and are attached herein with a photo log.

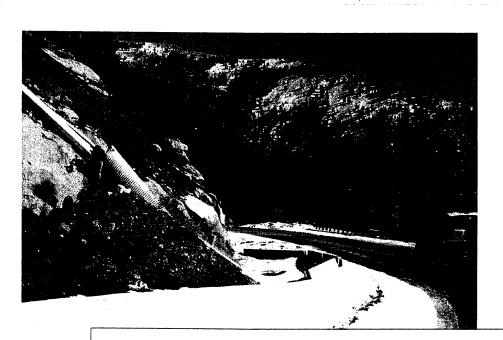
Crandall Canyon Mine 2-3-2009





Crandall Canyon Mine 2-3-2009





(4) 2/3/2009 12:22:59 PM

PHOTO LOG West Ridge Resources Coal Mine (UT0025640) 2-3-2009

Photo #1: Partial view of sedimentation pond former coal mine operations, facing

west.

Photo #2: View of discharging effluent into Crandall Canyon Creek.

Photo #3: View of former coal mine operations, facing west.

Photo #4: View of mine water discharge sampling station, facing east.

END (Photos taken by J. Studenka)